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# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
801-538-5340

April 1, 1992

Mr. Clifford O. Doner  
Chief Financial Officer  
American Gilsonite Company  
136 E. South Temple Street, Suite 1460  
Salt Lake City, Utah 84111-1104

Dear Mr. Doner:

Re: Request for Time Extension, Revised Reclamation Surety and Large Mine Notice of Intention (NOI), American Gilsonite Company (AGC), Bonanza Gilsonite Operations, M/047/010, Uintah County, Utah

The Division has received your recent, March 20, 1992 response to our February 10, 1992 letter, wherein you request a time extension to provide a revised \$532,000 reclamation surety for AGC's Bonanza Gilsonite mining operations. In view of the extenuating circumstances described in your letter, the Division hereby accepts your request to postpone filing of the revised surety until at least August 1, 1992, when the reformatted NOI is due.

If the results of AGC's "disturbed acreage study" indicates a significant difference in disturbed areas from the currently bonded acreage, then a new reclamation surety estimate must be prepared and submitted for our evaluation. Any revisions to the existing surety estimate should be provided no later than the August 1, 1992 NOI deadline.

The Division will review any new reclamation surety estimate(s) provided by AGC within 30 days and notify AGC of any required changes. AGC will subsequently need to file the revised reclamation surety amount within 30 days of the Division's notification of acceptance.

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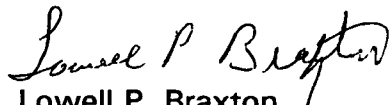
Mr. Clifford O. Doner

M/047/010

April 1, 1992

Thank you for your cooperation in resolving this matter. Please contact me, Wayne Hedberg, or Anthony Gallegos of my staff should you have remaining questions or concerns.

Sincerely,

A handwritten signature in cursive script that reads "Lowell P. Braxton".

Lowell P. Braxton

Associate Director, Mining

jb

cc: Terry Tilley, AGC

Oliver Gushee - Pruitt, Gushee & Bachtell

Tony Gallegos, DOGM

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